

The State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERTL. MORGAN Executive Director

LOWELL P. BRAXTON Division Director

OLENE S. WALKER Governor

GAYLE F. McKEACHNIE

Lieutenant Governor

| Representative | es Present During the Inspection: |
|----------------|---|
| <u></u> | Gary E. Gray Resident Agent |
| OGM | Karl Houskeeper Environmental Scientist III |

Inspection Report

| Permit Number: | C0150032 |
|------------------|----------------------------|
| Inspection Type: | PARTIAL |
| Inspection Date: | Tuesday, December 07, 2004 |
| Start Date/Time: | 12/7/2004 9:00:00 AM |
| End Date/Time: | 12/7/2004 11:00:00 AM |
| Last Inspection: | Tuesday, November 09, 2004 |

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Overcast, Temp 28 Deg F InspectionID Report Number: 474

Types of Operations

Accepted by: pgrubaug

12/8/2004

Permitee: GENWAL RESOURCES INC Operator: GENWAL RESOURCES INC Site: CRANDALL CANYON MINE

Address: PO BOX 1077, PRICE UT 84501

County: EMERY

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

| Current Acreages | Cı | ırr | en | ıt | Α | cr | ea | a | es |
|------------------|----|-----|----|----|---|----|----|---|----|
|------------------|----|-----|----|----|---|----|----|---|----|

| Total Permitted | 5,195.80 |
|------------------------|----------|
| Total Disturbed | 10.70 |
| Phase I | |
| Phase II | |
| Phase III | |

Mineral Ownership

✓ Federal ✓ Underground ☐ State ☐ Surface County Loadout Fee Processing Other Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Pending Amendments: South Crandall Lease Revision Task ID #1945 was received by the Division on 6/14/04 and is currently under review. The Division received an application for an Incidental Boundary Change for modification to Federal Lease U-68082.

Inspector's Signature

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801 telephone (801) 538-5340 facsimile (801) 359-3940 TTY (801) 538-7223 www.ogm.utah.gov



Date

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
- b. For PARTIAL inspections check only the elements evaluated.
 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

| | | Evaluated | Not Applicable | Comment | Enforcement |
|------|---|--------------|----------------|--------------|-------------|
| 1. | Permits, Change, Transfer, Renewal, Sale | \checkmark | | \checkmark | |
| 2. | Signs and Markers | ✓ | | ✓ | |
| 3. | Topsoil | | | | |
| 4.a | Hydrologic Balance: Diversions | V | | ✓ | |
| 4.b | Hydrologic Balance: Sediment Ponds and Impoundments | ✓ | | ✓ | |
| 4.c | Hydrologic Balance: Other Sediment Control Measures | | | | |
| 4.d | Hydrologic Balance: Water Monitoring | ✓ | | ✓ | |
| 4.e | Hydrologic Balance: Effluent Limitations | | | | |
| 5. | Explosives | | | | |
| 6. | Disposal of Excess Spoil, Fills, Benches | | ✓ | | |
| 7. | Coal Mine Waste, Refuse Piles, Impoundments | | ~ | | |
| 8. | Noncoal Waste | ✓ | | ✓ | |
| 9. | Protection of Fish, Wildlife and Related Environmental Issues | | | | |
| 10. | Slides and Other Damage | | | | |
| 11. | Contemporaneous Reclamation | | | | |
| 12. | Backfilling And Grading | | | | |
| 13. | Revegetation | | | | |
| 14. | Subsidence Control | | | | |
| 15. | Cessation of Operations | | | | |
| 16.a | Roads: Construction, Maintenance, Surfacing | | | | |
| 16.Ł | Roads: Drainage Controls | | | | |
| 17. | Other Transportation Facilities | | | | |
| 18. | Support Facilities, Utility Installations | | | | |
| 19. | AVS Check | | | | |
| 20. | Air Quality Permit | | | | |
| 21. | Bonding and Insurance | | | | |
| 22. | Other | | | | |

Permit Number: C0150032 Inspection Type: PARTIAL

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1. Permits, Change, Transfer, Renewal, Sale

Pending Amendments: South Crandall Lease Revision Task ID #1945 was received by the Division on 6/14/04 and is currently under review. The Division received an application for an Incidental Boundary Change for modification to Federal Lease U-68082.

The Division received an application for a permit amendment replacing the surface facilities map plate 5-3. The map has been updated to show placement of materials excavated during the south portals development. The application was assigned Task ID #2064.

2. Signs and Markers

The Mine ID sign is posted at the entrance to the permit area from the forest service road. The sign contains the name, permit ID #, address, and phone number of the operator. All other signs and markers observed during the inspection met the coal rules.

4.a Hydrologic Balance: Diversions

Snow removal efforts at the mine site has placed minor amounts of snow in various diversions. The areas were identified in the inspection as the diversion above the oil storage area and the diversion behind the crusher building. Surface personnel were mobilized during the inspection to begin removal of the snow from the diversions.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

The permittee indicated during the inspection that maps reflecting the current storage and configuration of the sediment pond from the pond cleaning last year have been submitted to the Division. Information was not available at the field office at the time of this inspection to verify receipt by the Division.

4.d Hydrologic Balance: Water Monitoring

Second quarter 2004 water monitoring information is in the EDI web site and uploaded.

8. Noncoal Waste

Small amounts of debris is present in the stock piles of snow contained in the approved snow storage area.